## **LEGAL NOTICE**

## STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1<sup>st</sup> Floor, LaSalle Building, 617 North 3<sup>rd</sup> Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **NOVEMBER 3**, **2009**, upon the application of **ENCANA OIL & GAS (USA) INC.** 

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Cotton Valley Formation, Reservoir A and the Haynesville Zone, Reservoir A, in the Zwolle Field, Sabine Parish, Louisiana.

- 1. To establish rules and regulations and to create five (5) drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A, and five (5) drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To provide that any future wells drilled to the Cotton Valley Formation, Reservoir A, within or outside the units created herein, should be located in accordance with the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
- 4. To provide that any future wells drilled to the Haynesville Zone, Reservoir A, within or outside of the units created herein, should be located no closer than 330 feet from any unit boundary and no closer than 660 feet to any well on a competitive unit completed in, drilling to, or for which a permit has been granted to drill to said reservoir.
- 5. To provide that in any horizontal wells drilled to the Haynesville Zone, Reservoir A, within or to serve the units created herein, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary or offset well(s) shall be calculated based on the distance to the nearest perforation and not based on the penetration point or terminus.
- 6. To consider such other matters as may be pertinent.

The Cotton Valley Formation, Reservoir A is hereby defined as being the stratigraphic equivalent of that gas and condensate bearing interval encountered between the measured depths of 10,280' and 11,900' (electric log measurements) in the Shell Exploration and Production Co.-Olympia Minerals No. 26 No. 1 Well, located in Section 26, Township 9 North, Range 12 West.

The Haynesville Zone, Reservoir A is hereby defined as being the stratigraphic equivalent of that gas and condensate bearing interval encountered between the measured depths of 11,900' and 13,395' (electric log measurements) in the Shell Exploration and Production Co.-Olympia Minerals No. 26 No. 1 Well, located in Section 26, Township 9 North, Range 12 West.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana. <a href="http://dnr.louisiana.gov/conshearings">http://dnr.louisiana.gov/conshearings</a>

All parties having interest therein shall take notice thereof.

BY ORDER OF:

## JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 9/29/09;10/2/09 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.